

CORRECTED FISCAL NOTE

SB 1255 - HB 1955

March 13, 2007

SUMMARY OF BILL: Creates a medical school scholarship-loan program for students studying in Tennessee private medical schools who agree to practice in Tennessee one year for each year of the scholarship.

ESTIMATED FISCAL IMPACT:

On February 27, 2007, we issued a fiscal note indicating an increase in state expenditures of \$265,800 in FY07-08 and \$473,200 in FY08-09. Based on additional information from TSAC, the estimated fiscal impact of this bill is:

(CORRECTED)

**Increase State Expenditures - \$ 874,400 FY07-08
\$1,690,600 FY08-09**

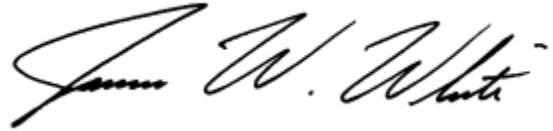
Assumptions:

- The three medical schools affected by the provisions of this bill are DeBusk College of Osteopathic Medicine at Lincoln Memorial University, Vanderbilt University, and MeHarry Medical School.
- An estimated 20 recipients will receive the award at all three private medical schools in Tennessee: LMU DeBusk (\$10,372 x 20 = \$207,440); MeHarry Medical College (\$12,015 x 20 = \$240,300); and Vanderbilt University (\$18,419 x 20 = \$368,380).
- The award at LMU DeBusk College of Osteopathic Medicine, MeHarry Medical College, and Vanderbilt University is based on the average in-state tuition at the UT College of Medicine (\$20,222) and the ETSU Quillen College of Medicine (\$19,034) which is \$19,628 deducted from the tuition costs of each private school.
- The first-year cost is estimated to be \$874,440 (\$207,440 + \$240,300 + \$368,380 + \$58,320 = \$874,440) which includes administrative expenses for an additional position to administer the new program.
- It is assumed that all students will return in the second year. In addition, there will be a new group of 20 students (40 total) resulting in a second-year cost of \$1,690,560 which includes expenses for the administrative position (\$58,320).

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CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized initial "J" and a distinct "W".

James W. White, Executive Director